GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA

UNSTARRED QUESTION NO:2045
ANSWERED ON:09.03.2006
LOSSES TO IOC
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Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

(a): whether the Indian Oil Corporation (IOC) has been incurring losses due to mismanagement;

(b): if so, the details thereof during each of the last three years;

(c): the details of the amount of expenditure incurred by the IOC on television advertisements and on the sponsorship of cricket during the said period; and

(d): the details of expenditure incurred by the IOC through different institutions under its social corporate responsibility between lst April 2003 and 31st January 2006 alongwith the details of such institutions?

Answer

MINISTER OF STATE IN THE MINISTRY OF PETROLEUM & NATURAL GAS (SHRI DINSHA PATEL)

(a)&(b): Indian Oil Corporation Limited (IOC) has earned a profit (profit after tax) of Rs.18,011 crore during the last three years, i.e., 2002-03, 2003-04 and 2004-05, year-wise break-up of which is as under:-

Year	Profit after tax
2002-03	Rs.6,115 crore
2003-04	Rs.7,005 crore
2004-05	Rs.4,891 crore
Total	Rs.18,011 crore

However, IOC`s profitability has come down during the year 2004-05 for reasons mainly attributable to huge under- realization on sale of Motor Spirit (petrol), High Speed Diesel (diesel), Superior Kerosene Oil (kerosene) (for public distribution system) and LPG (domestic), consequent to non-revision in retail selling prices of these products in line with international prices.

(c): During the said period, the expenditure incurred by IOC towards advertisements on television and sponsorship of the game of cricket, was as under:

Year	Advertisement on television (Rs./crore)	Sponsorship of cricket (Rs./crore)
2002-03	20.30	00.31
2003-04	26.01	00.00
2004-05	55.01	16.34

(d): During the period from 1.4.2003 to 31.1.2006, IOC has incurred, through various institutions and also themselves, an expenditure of Rs. 72.44 crore under its Corporate Social Responsibility programme. Institution-wise details of this expenditure are available with the Director (HR) of IOC.